

**LEGISLATIVE SERVICES AGENCY
OFFICE OF FISCAL AND MANAGEMENT ANALYSIS**

200 W. Washington, Suite 301
Indianapolis, IN 46204
(317) 233-0696
<http://www.in.gov/legislative>

FISCAL IMPACT STATEMENT

LS 7055

BILL NUMBER: HB 1119

NOTE PREPARED: Dec 31, 2003

BILL AMENDED:

SUBJECT: Study of Taxation Equity.

FIRST AUTHOR: Rep. Klinker

BILL STATUS: As Introduced

FIRST SPONSOR:

FUNDS AFFECTED: ☒ **GENERAL**
☐ **DEDICATED**
☐ **FEDERAL**

IMPACT: State

STATE IMPACT	FY 2004	FY 2005	FY 2006
State Revenues			
State Expenditures		50,000	
Net Increase (Decrease)		(50,000)	

Summary of Legislation: This bill requires the Advisory Commission on Intergovernmental Relations to study the issue of taxation equity among overlapping units of local government. The bill appropriates \$50,000 to the Commission for this purpose.

Effective Date: July 1, 2004.

Explanation of State Expenditures: The Indiana Advisory Commission on Intergovernmental Relations is a 24-member commission whose duties include working with local, state, and federal governments on intergovernmental issues. This bill would require the Commission to study taxation equality including:

- A) Taxation for and delivery of services by overlapping taxing units;
- B) Taxation for and delivery of services by taxing units in general;
- C) Payment for and delivery of services by overlapping taxing units in other jurisdictions; and
- D) Coordination of payment for and delivery of services by overlapping taxing units.

The Commission would be required to submit a report of findings to the Legislative Council by December

1, 2005. The bill appropriates \$50,000 from the state General Fund in FY 2005 for this purpose.

Explanation of State Revenues:

Explanation of Local Expenditures:

Explanation of Local Revenues:

State Agencies Affected:

Local Agencies Affected:

Information Sources:

Fiscal Analyst: Valerie Ruda, 317-232-9867.